

**FLAGSTAR BANK FSB**

	CPP Disbursement Date 01/30/2009	Cert 32541	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2010 \$ millions	2011 \$ millions	%chg from prev		
Assets	\$13,637	\$13,623	-0.1%		
Loans	\$10,076	\$10,199	1.2%		
Construction & development	\$233	\$199	-14.5%		
Closed-end 1-4 family residential	\$7,777	\$6,979	-10.3%		
Home equity	\$277	\$226	-18.6%		
Credit card	\$0	\$0			
Other consumer	\$87	\$66	-23.7%		
Commercial & Industrial	\$728	\$1,502	106.2%		
Commercial real estate	\$895	\$867	-3.2%		
Unused commitments	\$3,703	\$6,701	81.0%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$475	\$481	1.3%		
Asset-backed securities	\$0	\$0			
Other securities	\$0	\$0			
Cash & balances due	\$954	\$731	-23.3%		
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)	\$0	\$0			
Open-end HELOC originated for sale (quarter)	\$0	\$0			
Closed-end mortgage originations sold (quarter)	\$0	\$0			
Open-end HELOC originations sold (quarter)	\$0	\$0			
Liabilities	\$12,289	\$12,332	0.3%		
Deposits	\$8,198	\$7,803	-4.8%		
Total other borrowings	\$3,838	\$4,071	6.1%		
FHLB advances	\$0	\$0			
Equity					
Equity capital at quarter end	\$1,348	\$1,292	-4.2%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$0	NA		
Performance Ratios					
Tier 1 leverage ratio	9.6%	9.2%	--		
Tier 1 risk based capital ratio	17.3%	15.8%	--		
Total risk based capital ratio	18.5%	17.1%	--		
Return on equity <sup>1</sup>	-53.6%	-11.4%	--		
Return on assets <sup>1</sup>	-5.1%	-1.1%	--		
Net interest margin <sup>1</sup>	2.1%	2.8%	--		
Coverage ratio {(ALLL+Alloc transfer risk)/Noncurrent loans}}	12.1%	12.9%	--		
Loss provision to net charge-offs (qtr)	477.1%	65.7%	--		
Net charge-offs to average loans and leases <sup>1</sup>	1.9%	3.8%	--		
<sup>1</sup> Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2010	2011	2010	2011	
Construction & development	26.1%	10.9%	6.9%	2.5%	--
Closed-end 1-4 family residential	20.3%	25.5%	0.2%	1.0%	--
Home equity	2.4%	2.7%	1.6%	2.3%	--
Credit card	0.0%	0.0%	0.0%	0.0%	--
Other consumer	0.9%	0.9%	1.3%	1.3%	--
Commercial & Industrial	0.6%	0.0%	-0.1%	0.1%	--
Commercial real estate	7.4%	6.5%	1.6%	1.3%	--
Total loans	17.2%	18.4%	0.5%	1.0%	--